Employment and Training Administration Advisory System U. S. Department of Labor Washington, D.C. 20210

CLASSIFICATION
W-P
CORRESPONDENCE SYMBOL
OWS
DATE
May 13, 2002

TRAINING AND EMPLOYMENT GUIDANCE LETTER NO. 25-01

TO: ALL STATE WORKFORCE LIAISONS

ALL STATE WORKER ADJUSTMENT LIAISONS

ALL STATE WORKFORCE AGENCIES
ALL ONE-STOP CENTER SYSTEM LEADS

/S/

FROM: EMILY STOVER DEROCCO

Assistant Secretary

SUBJECT: Final Planning Allotments for Program Year

(PY) 2002 Wagner-Peyser (W-P) Act Basic Labor

Exchange Activities and Changes to the

Reemployment Services Allotments for PY 2002

- 1. **Purpose**. To provide the final planning allotments for PY 2002 basic labor exchange activities to the states, as required by Section 6(b)(5) of the W-P Act, as amended, and to announce changes to the Reemployment Services Allotments for PY 2002.
- 2. References. The W-P Act, as amended (29 U.S.C. 49 et seq); Workforce Investment Act (WIA) of 1998 (P.L. 106-113); 20 CFR 652; Planning Guidance and Instructions for Submission of the Strategic Five-Year State Plan for Title I of the Workforce Investment Act of 1998 and the Wagner-Peyser Act (64 F.R. 9402 [February 25, 1999]); State Unified Planning Guidance (65 F.R.2464 [January 14,2000]); Training and Employment Guidance Letters (TEGL) No. 11-98, 3-99, 12-00, and 13-01.
- 3. <u>Final Planning Allotments</u>. The Secretary of Labor is issuing final planning allotments for each state's share of PY 2002 funds for basic labor exchange activities. The allotments will be published in the Federal Register.
- 4. Allotment Formula. These allotments (Attachments I.1 and I.2) are based on the Fiscal Year (FY) 2002 appropriation of \$761,735,000 and are distributed by the statutory formula described in Section 6 of the W-P Act. Section 6(b)(4) of the Act authorizes the Secretary of Labor to reserve up to 3 percent of the total fund availability to assure that each state will have sufficient resources to maintain statewide employment service (ES) activities. The set-aside for distribution

RESCISSIONS	EXPIRATION DATE
None	Continuing

through an administrative formula for this PY is \$22,372,050. The 3 percent distribution is included in the final allotment totals. The set-aside was distributed in two steps to states whose relative share of resources declined from the previous year. In Step 1, states with a civilian labor force (CLF) below one million and are also below the median CLF density were held harmless at 100 percent of their prior year relative share of resources. The remainder was distributed in Step 2 in pro rata shares to all other states that lost in relative share from the prior year but did not meet the size criteria for Step 1.

Ten percent of the total sums allotted to each state is reserved for use by the Governor to provide performance incentives for public ES offices; services for groups with special needs; and for the extra costs of exemplary models for delivering job services.

The data used are Calendar Year (CY) 2001 averages of CLF and number of unemployed individuals. Differences between preliminary and final planning estimates are caused by the use of CY 2001 data as opposed to the earlier data (12 months ending September 2001) used for preliminary planning estimates which were published in TEGL No. 13-01.

- 5. <u>Postage Costs</u>. Postage costs incurred by states during the conduct of ES activities are billed directly to the Department of Labor by the U.S. Postal Service. The total planning estimate does not include \$16,000,000 of the total amount available, which is withheld for the payment of the states' ES penalty mail costs.
- 6. Changes to Reemployment Services Allotments. These funds are provided to ensure that Unemployment Insurance (UI) claimants receive necessary services to become reemployed. The goal is to serve more claimants and to improve their employment outcomes. The \$35 million in Reemployment Services funds available for PY 2002 are being distributed to the states as listed in Attachment II (Revised Reemployment Services Allotments). Changes in allotments are due to a combination of factors: 1) total funds available for PY 2002 are slightly higher than PY 2001 because no deduction was made for an evaluation of these grants; and 2) a change in a state's proportional share of UI first payments.
- 7. <u>Inquiries</u>. Questions regarding these final allotments may be directed to the appropriate Employment and Training Administration (ETA) Regional Administrator.

- I.1 PY 2002 W-P Act Final Planning Allotments.
 I.2 W-P Act Allotments PY 2001 Final vs PY 2002 Final
- II Revised PY 2002 Reemployment Services Allotments

U. S. Department of Labor Employment and Training Administration

Employment Service (Wagner-Peyser)

Final PY 2002 Allotments to States

	Basic	3% Distribution			Total	
State	Formula	Step	1*	Step 2**	Total	Allotment
beace	TOTMUTU	ОССР	_	DCCP 2	10041	TITTO CINCII C
Alabama	\$10,746,239		\$0	\$145 , 242	\$145,242	\$10,891,481
Alaska	7,076,435			0	1,030,060	
Arizona	11,580,322	1,000	0	46,023	46,023	
Arkansas	6,053,987		0	201,864	201,864	
California	86,962,894		0	1,537,408	1,537,408	
Colorado	10,253,400		0	48,456	48,456	
Connecticut	7,424,734		0	607 , 272	607 , 272	8,032,006
Delaware	2,020,326		0	62,642	62,642	2,082,968
District of						
Columbia	2,960,932		0	294,010	294,010	
Florida	36,932,996		0	0	0	36,932,996
Georgia	18,848,169		0	593,664	593,664	
Hawaii 	2,891,240		0	224,643	224,643	
Idaho	5,895,930	858	,223	0	858,223	
Illinois	31,918,188		0	54 , 571	54,571	
Indiana Iowa	14,560,124		0	0 60 , 535	0 60 535	, ,
Kansas	6,892,164 6,432,428		0	163,254	60,535 163,254	6,952,699 6,595,682
Kentucky	9,949,880		0	103,234	103,234	9,949,880
Louisiana	10,699,875		0	256 , 559	256 , 559	
Maine	3,506,254	510	,377	230,333	510,377	
Maryland	13,019,000	010	0	467,099	467,099	
Massachusetts	14,623,307		0	478,464	478,464	
Michigan	25,855,187		0	0	0	
Minnesota	12,556,225		0	0	0	12,556,225
Mississippi	6,569,999		0	504,190	504,190	
Missouri	14,247,515		0	0	0	14,247,515
Montana	4,818,185	701	,344	0	701,344	5,519,529
Nebraska	5,790,511	842	,878	0	842,878	6,633,389
Nevada	5,129,043		0	161,344	161,344	5,290,387
New Hampshire	3,035,822		0	0	0	3,035,822
New Jersey	19,350,357		0	1,214,115	1,214,115	
New Mexico	5,406,850	787	,032	0	787,032	
New York	42,828,509		0	3,034,927	3,034,927	45,863,436
North Carolina	20,275,400	71.4	170	0	714 170	20,275,400
North Dakota Ohio	4,906,354	/14	,178 0	692 , 922	714,178	
Oklahoma	27,290,279 7,494,537		0	430,517	692,922 430,517	27,983,201 7,925,054
Oregon	9,586,808		0	430,317	430,317	9,586,808
Pennsylvania	29,172,592		0	650 , 027	650,027	
Puerto Rico	9,099,534		0	838 , 766	838,766	
Rhode Island	2,417,187		0	120,684	120,684	2,537,871
South Carolina	9,821,032		0	0	0	9,821,032
South Dakota	4,534,598	660	,065	0	660,065	5,194,663
Tennessee	13,297,360		0	287,922	287,922	13,585,282
Texas	50,698,155		0	546 , 595	546,595	
Utah	8,917,588		0	885 , 485	885,485	
Vermont	2,124,265	309	,212	0	309,212	
Virginia	16,111,056		0	0	0	16,111,056
Washington	16,059,602		0	81,861	81,861	16,141,463
West Virginia	5,190,295	755	,510	0	755,510	
Wisconsin	14,193,276	E10	110	0	U E10 110	14,193,276
Wyoming	3,518,162		,110	0	512,110	4,030,272
FORMULA TOTAL	721,545,107	7,680	,989	14,691,061	22,372,050	l
Guam	348,947		0	0	0	348,947
Virgin Islands	1,468,896		0	0	0	1,468,896
Indicia Postage	16,000,000		U	0	0	
NATIONAL TOTAL	739,362,950	7,680	,989	14,691,061	22,372,050	761,735,000

^{*}Funds are allocated to the 11 states whose relative share decreased from PY 2001 to the PY 2002 basic formula amount and which have a Civilian Labor Force (CLF) below one million and are below the median CLF density. These states are held harmless at 100% of their PY 2001 relative share.

 $^{^{\}star\star}$ The balance of the 3% funds are distributed to the remaining 29 states losing in relative share from PY 2001 to their PY 2002 total allotment amount.

U. S. Department of Labor Employment and Training Administration

Employment Service (Wagner-Peyser) PY 2001 Final vs PY 2002 Final Allotments

	Final	Final		
	PY 2001	PY 2002	Difference	% Change
Total	\$761,735,000	\$761,735,000	\$0	0.00%
Alabama	10,959,154	10,891,481	-67,673	-0.62%
Alaska	8,106,495	8,106,495	0	0.00%
Arizona	11,647,788	11,626,345	-21,443	-0.18%
Arkansas	6,349,907	6,255,851	-94,056	-1.48%
California	89,216,633	88,500,302	-716 , 331	-0.80%
Colorado	10,324,433	10,301,856	-22,577	-0.22%
Connecticut	8,314,954	8,032,006	-282,948	-3.40%
Delaware	2,082,968	2,082,968	0	0.00%
District of	2 201 021	2 254 242	126 000	4 0 40
Columbia	3,391,931	3,254,942	-136 , 989	-4.04%
Florida	35,254,594	36,932,996	1,678,402	4.76%
Georgia 	19,718,441	19,441,833	-276 , 608	-1.40%
Hawaii 	3,220,552	3,115,883	-104,669	-3.25%
Idaho	6,754,153	6,754,153	0	0.00%
Illinois	31,998,185	31,972,759	-25,426	-0.08%
Indiana	14,316,804	14,560,124	243,320	1.70%
Iowa	6,980,905	6,952,699	-28,206	-0.40%
Kansas	6,671,747	6,595,682	-76,065	-1.14%
Kentucky	9,820,530	9,949,880	129,350	1.32%
Louisiana	11,075,973	10,956,434	-119,539	-1.08%
Maine	4,016,631	4,016,631	0	0.00%
Maryland	13,703,736	13,486,099	-217,637	-1.59%
Massachusetts	15,324,703	15,101,771	-222,932	-1.45%
Michigan	24,357,510	25,855,187	1,497,677	6.15%
Minnesota	12,471,659	12,556,225	84,566	0.68%
Mississippi	7,309,108	7,074,189	-234,919	-3.21%
Missouri	13,680,091	14,247,515	567,424	4.15%
Montana	5,519,529	5,519,529	0	0.00%
Nebraska	6,633,389	6,633,389	0	0.00%
Nevada	5,365,563	5,290,387	-75,176	-1.40%
New Hampshire	2,993,664	3,035,822	42,158	1.41%
New Jersey	21,130,170	20,564,472	-565 , 698	-2.68%
New Mexico	6,193,882	6,193,882	0	0.00%
New York	47,277,511	45,863,436	-1,414,075	-2.99%
North Carolina	18,608,828	20,275,400	1,666,572	8.96%
North Dakota	5,620,532	5,620,532	0	0.00%
Ohio	28,306,057	27,983,201	-322,856	-1.14%
Oklahoma	8,125,646	7,925,054	-200,592	-2.47%
Oregon	9,557,836	9,586,808	28,972	0.30%
Pennsylvania	30,125,489	29,822,619	-302,870	-1.01%
Puerto Rico	10,329,110	9,938,300	-390,810	-3.78%
Rhode Island	2,594,102	2,537,871	-56,231	-2.17%
South Carolina	9,751,496	9,821,032	69,536	0.71%
South Dakota	5,194,663	5,194,663	0	0.00%
Tennessee	13,719,435	13,585,282	-134,153	-0.98%
Texas	51,499,427	51,244,750	-254,677	-0.49%
Utah	10,215,650	9,803,073	-412,577	-4.04%
Vermont	2,433,477	2,433,477	0	0.00%
Virginia	15,820,479	16,111,056	290,577	1.84%
Washington	16,179,605	16,141,463	-38,142	-0.24%
West Virginia	5,945,805	5,945,805	0	0.00%
Wisconsin	13,675,955	14,193,276	517,321	3.78%
Wyoming	4,030,272	4,030,272	0	0.00%
State Total	743,917,157	743,917,157	0	0.00%
Guam	348,947	348,947	0	0.00%
Virgin Islands	1,468,896	1,468,896	0	0.00%
Postage	16,000,000	16,000,000	0	0.00%

U. S. Department of Labor Employment and Training Administration Reemployment Services

PY 2002 Allotments: Revised vs Initial

	PY 2002 Initial	Change	PY 2002 Revised	% Change
Total	\$35,000,000	\$0	\$35,000,000	0.00%
Alabama	630,119	6,247	636,366	0.99%
Alaska	328,839	1,714	330,553	0.52%
Arizona	465,550	3,771	469,321	0.81%
Arkansas	486,834	4,091	490,925	0.84%
California	3,286,723	46,230	3,332,953	1.41%
Colorado	413,399	2,986	416,385	0.72%
Connecticut	559 , 475	5,185	564,660	0.93%
Delaware	285,842	1,066	286,908	0.37%
District of Col	262,811	719	263,530	0.27%
Florida	955,823	11,150	966,973	1.17%
Georgia	865,434	9 , 789	875 , 223	1.13%
Hawaii	289,505	1,122	290,627	0.39%
Idaho	352,667	2,072	354,739	0.59%
Illinois	1,257,198	15,685	1,272,883	1.25%
Indiana	713,494	7,502	720,996	1.05%
Iowa	496,513	4,237	500,750	0.85%
Kansas	391,468	2,656	394,124	0.68%
Kentucky	577,750	5,460	583,210	0.95%
Louisiana	427,581	•	430,780	0.75%
Maine	·	3,199 1,267	300,451	0.73%
	299,184	•	•	
Maryland	502,689	4,330	507,019	0.86%
Massachusetts	812,241	8,989	821,230	1.11%
Michigan	1,494,113	19,252	1,513,365	1.29%
Minnesota	591,759	5,671	597,430	0.96%
Mississippi 	418,667	3,066	421,733	0.73%
Missouri	645,625	6,481	652,106	1.00%
Montana	284,097	1,040	285,137	0.37%
Nebraska	306,795	1,382	308,177	0.45%
Nevada	408,158	2,908	411,066	0.71%
New Hampshire	275,008	903	275,911	0.33%
New Jersey	947,406	11,023	958 , 429	1.16%
New Mexico	299,076	1,265	300,341	0.42%
New York	1,626,347	21,241	1,647,588	1.31%
North Carolina	1,117,194	13,578	1,130,772	1.22%
North Dakota	248,538	505	249,043	0.20%
Ohio	1,104,374	13,385	1,117,759	1.21%
Oklahoma	357 , 719	2,148	359 , 867	0.60%
Oregon	686,626	7,098	693,724	1.03%
Pennsylvania	1,514,175	19,553	1,533,728	1.29%
Puerto Rico	547,033	4,997	552,030	0.91%
Rhode Island	322,539	1,619	324,158	0.50%
South Carolina	592,943	5,689	598,632	0.96%
South Dakota	241,992	406	242,398	0.17%
Tennessee	793 , 961	8,713	802,674	1.10%
Texas	1,311,777	16,507	1,328,284	1.26%
Utah	351,075	2,048	353,123	0.58%
Vermont	270,142	830	270,972	0.31%
Virgin Islands	218,774	57	218,831	0.03%
Virginia	551,293	5,062	556,355	0.92%
Washington	856 , 127	9,649	865,776	1.13%
West Virginia	351,524	2,055	353 , 579	0.58%
Wisconsin	1,008,827	11,948	1,020,775	1.18%
Wyoming	245,177	454	245,631	0.19%
State Total	34,650,000	350,000	35,000,000	1.01%
Reserve	350 , 000	-350,000	0	-100.00%